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Residency Office, Bangalore.

(W)

1934

Pros. Serial Nos.

1-7-8

Subject.

DUTY ON LIQUORS AND OTHER EXCISABLE ARTICLES.

Reciprocal arrangements with the Govt. of Mysore.

Previous References.

688/31

Later References.

193/25

Ind. 2-1

Gifts,
with design
1881
1881

CORRESPONDENCE.

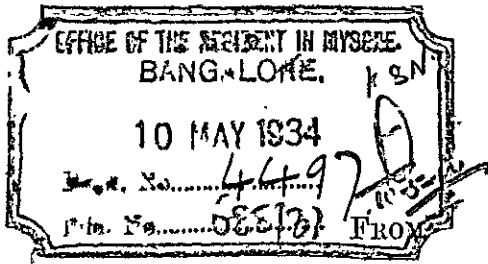
S. J. I. I.

Page 1

No. C. R. 104/1934.

OFFICE OF THE COLLECTOR,
CIVIL AND MILITARY STATION, BANGALORE.

Dated the 8th May, 1934.



for Read with paper
on 28-5-34

L. J. Mac Iver Esquire, I. C. S.,
COLLECTOR, CIVIL AND MILITARY STATION,
BANGALORE.

To

The Secretary to the Hon'ble the Resident in Mysore,
B A N G A L O R E.

SIR,

Spirituous medicinal preparations - export to
Bangalore City - enhancement of duty - reciprocal arrangement-
suggested.

The Hon'ble the Resident, in his notification No. 82
dated the 31st December 1933, has enhanced the duty on spirits
contained in medicinal preparations manufactured elsewhere in
India and imported into the Station limits from Rs. 5/- to
Rs. 10/- per proof gallon, and the duty on spirits contained
in culinary, aerated water or other flavouring essences,
extracts, colourings, perfumes and toilet preparations from
Rs. 5/- to Rs. 17-8-0 per proof gallon. This enhancement
was necessitated by reason of the fact that the Madras and
Mysore governments had passed similar orders increasing the
duty on imports.

After working the new rules for a period of five
months, it is observed that the imposition of a higher duty
on spirituous medicinal preparations imported into Bangalore
City from the Station limits operates as a handicap to the
manufacturing chemists of this Station. For, while the
spirituous medicinal preparations manufactured and consumed
in Bangalore City are excised at the rate of Rs. 5/- per
proof gallon, such preparations exported from here to the
City have to be paid for at the rate of Rs. 10/- per proof

S. X. 20 of (B)
688-31

Vol 2
proof gallon, with the result that the export of such preparations to the City from the Station has practically come to a standstill. This is also the case with the manufacturing Chemists in Bangalore City so far as their exports to the Cantonment are concerned. To remove this disability and also to prevent smuggling, it seems desirable that there should be a reciprocal arrangement between Mysore and the C & M Station, whereby a flat rate of Rs. 5/- should be collected on all spirituous medicinal preparations etc., whether exported from here to Bangalore City or vice versa. Unless such an arrangement is come to, I am afraid that there will be many cases of smuggling and a consequent leakage of Government revenue. It is to prevent smuggling that the duty on arrack, opium and ganja has been made uniform both in the City and the Cantonment limits; and I see no reason why a similar uniformity should not be observed in the case of imports and exports of spirituous medicinal preparations also.

[Further, when it was suggested that Methyl alcohol manufactured by the Bhadravathi Iron Works should be brought under excise control and taxed at the rate of annas eight per gallon, as is the case in Madras, the Government of Mysore considered that the levy of duty would seriously affect the Bhadravathi Iron Works. In deference to the wishes of the Government of Mysore, the Hon'ble the Resident was not in favour of bringing methyl alcohol under excise control. In view of the consideration that was shown then to the views of the Mysore Government and in view of the fact that the manufacturing Chemists of the Cantonment are now seriously handicapped by the enhancement of duty on exports of spirituous medicinal preparations,] The Government of Mysore may ^{therefore} kindly be requested to consider the feasibility of a reciprocal arrangement in respect of the levy of duty on these preparations. [] mit

I have the honour to be,
Sir,
Your most obedient servant.

Quintus L...
C O L L E C T O R.

All Communications should be addressed to the Secretary to the Resident in Mysore, Bangalore, by designation and not by name.

S. N. 20

(Page 3)

No. 4454-Encl.
688-1931.

FROM

Major C.G.N. Edwards, I.A.,

SECRETARY TO THE HON'BLE THE RESIDENT IN MYSORE.

TO

The Secretary to the Government of
His Highness the Maharaja of Mysore,
Development Department.

Dated, Bangalore, the 21st June 1934.

Subject.

DUTY ON SPIRITUOUS PREPARATIONS.

SIR,

I am directed to say that with effect from the 1st December 1933, the duty on spirits contained in medicinal preparations manufactured elsewhere in India and imported into the Civil and Military Station of Bangalore was raised from Rs.5/- to Rs.10/- per proof gallon, and the duty on spirits contained in culinary, aerated water or other flavouring essences, extracts, colourings, perfumes and toilet preparations from Rs.5/- to Rs.17/8/- per proof gallon. This enhancement was necessitated by reason of the fact that the Madras and Mysore Governments had issued similar orders increasing the duty on such imports. A copy of the Hon'ble the Resident's Notification No.82, dated the 31st December 1933, is enclosed for reference.

S.N. 20
688-31
(B)

2. The Collector, Civil and Military Station, Bangalore, now reports that after working the new rules for a period of six months, it is observed that the imposition of a higher duty on spirituous medicinal preparations imported into Bangalore City from the Civil and Military Station limits operates as a handicap to

to the manufacturing chemists of the Station. For, while the spirituous medicinal preparations manufactured and consumed in Bangalore City are excised at the rate of Rs.5/- per proof gallon, such preparations exported from the Civil and Military Station to the City have to be paid for at the rate of Rs.10/- per proof gallon, with the result that the export of such preparations from the Station to the City has practically come to a standstill. This is also the case with the manufacturing chemists in Bangalore City, so far as their exports to the Civil and Military Station are concerned. It would therefore be convenient if a reciprocal arrangement could be arrived at between Mysore and the Civil and Military Station of Bangalore, whereby a flat rate of Rs.5/- per proof gallon should be collected on all spirituous medicinal preparations, etc., exported from the Civil and Military Station to Bangalore City and vice versa. Unless such an arrangement is come to, it is feared that there will be many cases of smuggling and consequent leakage of revenue. It is to prevent smuggling that the duty on arrack, opium and ganja has been made uniform both in the City and the Cantonment limits; and it seems desirable that a similar uniformity should be observed in the case of imports and exports of spirituous medicinal preparations also.

3. I am therefore to enquire whether the Government of Mysore would be prepared to agree to a reciprocal arrangement on the lines suggested.

I have the honour to be,
Sir,
Your most obedient servant,

of one 20/6

SECRETARY TO THE RESIDENT.

PZK

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

General and Revenue Secretariat

Bangalore, Dated 19th July 1934
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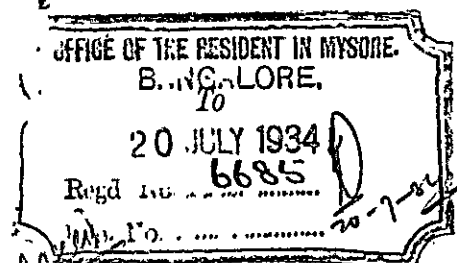
No. Pol. 59

Ex. 96-33

From M. Venkatanaranappa Esq., B.A.,

Secretary to the Government of His Highness the Maharaja of Mysore,
Development Department.

The Secretary to the Hon'ble the Resident in Mysore,
Bangalore.



Sir,

With reference to your letter no.4454/688-1931 dated 21st June 1934 regarding reciprocal arrangement between the City and Civil and Military Station of Bangalore in regard to the duty on spirits contained in medicinal preparations and the levy of a uniform rate of Rs.5/- per proof gallon on imports from the Cantonment to the City or Vice Versa, I am directed to state that the Government of Mysore agree to the arrangement suggested and the Excise Commissioner in Mysore has been instructed to give effect to it immediately.

I have the honor to be,
Sir,
Your most obedient servant,

M. Venkatanaranappa

Secretary to Government,
Development Department.

S. M. L.

Page 6

DEPARTMENT.

484/34

File No.

BRANCH.

Serial No.

Draft

Letter
Memorandum
Telegram

Class for telegrams

Ordinary
Express
Urgent*
Priority
Clear Line*Only for
Foreign
Telegrams.†Not for
Foreign
Telegrams.

No. 5179. Dated 24-7-1934.

484/34

To

The Collector,
C. & M. Station, Bangalore.Duty on ~~xxx~~ spirituous preparations

Sir,

With reference to your letter No.

C.R.104/1934, dated the 8th May 1934,

I am directed to forward a copy of

letter No. Pol.59/Ex.96-33, dated the

19th July 1934, from the Secretary to

the Government of Mysore, Development

Department, and to request that a

draft amendment to Resident's Notifica-

tion No. 82, dated the 31st December,

1933, embodying the proposal now under

consideration, may be submitted to this

Residency at an early date.

I have etc.,

Cone 23/7

SECRETARY TO THE RESIDENT.

To be issued on

Issued on

1st Reminder

2nd Reminder

3rd Reminder

Heading :

Case or Diary No.

If post copy of telegram required

Date of despatch of above

List of enclosures

(Code word for telegrams.)

S.M.L.

(A)

S.M.L. 24/7

(F)

24/7

S. V.

MGIPO-31-207 (675) DOF-(M.250)-27-4-32-53,075 24/7

24/7-34

Recd by asst.
Secy in L.O. File

Original in Co. File No. 475/34 (S.M.D.)

E. N. S.

8

PROCEEDINGS OF THE COMMISSIONER OF EXCISE Madras.

R.No.1198 Abkari

Dated 20th July 1934.

Subject.

Spirituos preparations - Export to other Provinces and
Indian States - Refund of Duty - Sanctioned by Government
Instructions issued.

J.F.Hall, Esq., C.I.E., O.B.E., I.C.S.,
Ag. 3rd Member, Board of Revenue and Commissioner of Excise.

From the Karnataka Chemical and Pharmaceutical Works Ltd.,
Udipi L.No.49/33 dated 19-9-33.

From the Excise Commissioner in Mysore A.2-533/33 dated
12-12-33

CHIEF OF THE RESIDENT IN MYSORE
BANGALORE.

Collector Civil and Military Station, Bangalore
C.R.255/33 dated 12-12-33.

28 JULY 1934

Recd No. 6986

The Secretary to the Chief Commissioner of Coorg No.
49/136/33 dated 5-1-34

The Agent to the Governor General Madras States P.3-2581
of 33 dated 4-5-34

and

G.O.No.1316 Ms Revenue dated 5th July 1934.

Proceedings:-

A copy of the Government order read above is
herewith forwarded.

2. The existing procedure regarding the refund of
duty on spirituous medicinal preparations exported to other
Provinces and Indian States will apply to spirituous culinary
aerated water and other flavouring essences, extracts, colour-
ings, perfumes and toilet preparations so exported. The amounts
realised by the Madras Government as excise duty on the
spirituous preparations exported will be refunded to the Province
or Indian State concerned leaving it to the importing Province
or State to collect from or refund to the importers as the case
may be, the differential duty if any at the time of import.

3. As regards exports to Mysore of spirituous pre-
parations manufactured in bond in this Presidency the procedure
intimated in this office memo C.R.No.6567 Abkari of 33 dated
1st December 1933 should be observed.

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4. When permits for the export of spirituous preparations to Travancore or Cochin are issued advice of the issue should be given to the Commissioner of Excise in the State concerned.

Sd/- Illegible.
For Secretary.

To

The Revenue Divisional officer, Madras.
" Collector of Chinglepur and Madras.
Collectors South Kanara, Kistna Tinnevely and Malabar.
Assistant Commissioner for Distilleries.
Commissioner of Excise, Mysore.
Collector, Civil and Military Station, Bangalore.
Chief Commissioner of Coorg, Bangalore.
Agent to the Governor General, Madras States Agency, Trivandrum.
Copy to Messrs. Karnataka Chemical Works Ltd., Udipi.
Messrs. A.S.R. Murthi and Sons, Mylapore, Madras.
Messrs. Spencer and Co., Madras.
Alambic Chemical Works Company Ltd., Madras.
The Honourable the Residents at Hyderabad.
Accountant General, Madras.

(Each with a copy of Government order)

vgs 20-7

Copy of G.O.No.1316-MS., Rev. dated 5-7-34.

Excise-Spirituous preparations-Export to other Provinces and Indian States-Refund of Duty-Sanctioned-.

G.O.No.591-Rev., dated 21-3-29.

" 392 Rev., dated 17-2-32.

From the Commissioner of Excise, No.C.R.6567-Abk./34, dated 12-5-34

Memorandum to the do. No.1633 D/34-1, dated 23-5-34

From the do. C.R.6567-Abk/33, dated 11-6-34.

The Government sanction the proposal of the Commissioner of Excise that the excise duty levied on the spirit contained in culinary, aerated water and other flavouring essences, extracts and colourings and in perfumes and toilet preparations whether manufactured in bond in this Presidency and exported to other Provinces or Indian States or imported into this Presidency from other parts of India and then exported to other Provinces or Indian States, should be refunded to the Government of the Province or State concerned.

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No. C. R. 104/34 enc. 1.

(CO)

Office of the Collector,
Civil and Military Station, Bangalore.

Dated the 23rd August 1934.

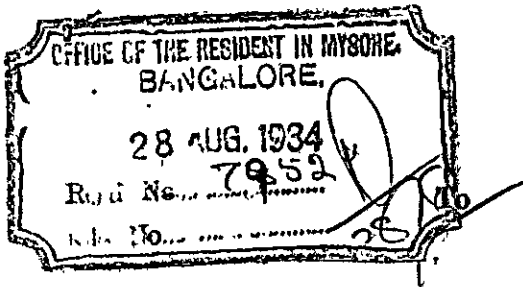
19/8/34

S-N:6

FROM

L. J. Mac Iver Esquire, I. C. S.,
Collector, Civil and Military Station,

. BANGALORE,



The Secretary to the Hon'ble the Resident in Mysore,
B A N G A L O R E.

SIR,

Duty on spirituous preparations - reciprocal arrangement between the Civil and Military Station, Bangalore and Bangalore City or Vice Versa - your letter No. 5179/484.
R. O. II/34 dated the 24th July 1934.

E-N-4
LA

I forward herewith a draft notification as desired.

I have the honour to be,

Sir,

Your most obedient servant.

25 AUG. 1934


C O L L E C T O R.

KAA
23.8.34.


25.8.34.

THE HON'BLE THE RESIDENT IN MYSORE.

NOTIFICATION.

No. dated Bangalore, the 1934.

not future
Under Section 24 of the Excise Regulation I of 1915, as

applied to the Civil and Military Station of Bangalore, and in

partial supersession of the Notification No. 82, dated the 31st

December 1933, the Hon'ble the Resident in Mysore is pleased to

direct that, with effect from 1st August 1934, duty at a uniform

rate of Rupees Five (Rs. 5/-) per proof gallon shall be levied, as

a reciprocal arrangement, on spirits contained in medicinal

preparations and on spirits contained in culinary, aerated water

or other flavouring essences, extracts, colourings, perfumes and

toilet preparations when such preparations are manufactured in

Mysore State and imported into the Civil and Military Station of

Bangalore, instead of Rupees Ten (Rs. 10/-) and Rupees Seventeen

and annas eight (Rs. 17-8-0) respectively as stated in the

aforesaid notification No. 82 dated the 31st December 1933.

Secretary to the Resident.

" D R A F T "

[Signature]
C O L L E C T O R.

[Signature]
25.8.34

[Signature]
25.8.34

DEPARTMENT.

BRANCH.

File No.

Serial No.

Draft

Letter
Memorandum
Telegram

Class for telegrams

Ordinary
Express
Urgent*
Priority
Clear Line†

*Only for
Foreign
Telegrams.

†Not for
Foreign
Telegrams.

No.

Dated

19

THE HON'BLE THE RESIDENT IN MYSORE.

Notification.

No. 70/484-34 Dated Bangalore, 11/9/34.
R.O.II.

Under section 24 of the Excise

Regulation I of 1915, as applied to the

Civil and Military Station of Bangalore,

and in partial supersession of Notifi-

cation No. 82 dated the 31st December

1933, and in accordance with a reci-

procal arrangement agreed to by the

Government of Mysore, the Hon'ble the

Resident is pleased to direct that

with effect from the 1st August 1934,

duty on spirits contained in medicinal

preparations and in culinary, aerated

water or other flavouring essences,

extracts, colourings, perfumes and

toilet preparations shall be levied

at

13

at Rs.5/- (instead of ^{at} Rs.10/- and Rs.17/8
respectively) per proof gallon, when
such preparations are manufactured in ^{The} ~~the~~
Mysore State and imported into the Civil
and Military Station of Bangalore.

Core 4/9

SECRETARY TO THE RESIDENT.

+ *100 copies to be
supplied.

s.n.b
fue

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\$ 2/8
13.

To be published in the Residency Orders.

To the Collector, C. & M. Station,
Bangalore, with reference to his
letter No.C.R.104/34, dated the
23rd August 1934.

3.9.34

Bangalore, the

11/9/

1934.

14

Notification of the Resident in Mysore, No. ..70/4.84-34.
the . 11/12 . September 1934.

$$= \Delta \rho / \overline{F}$$

Kramer